## AMENDMENT TO RULES COMMITTEE PRINT 117-42

## OFFERED BY MR. WALBERG OF MICHIGAN 900 MS, FOXX OF

Beginning on page 36, strike line 23 and all that Vorth (and not follows through line 3 on page 37.

Page 39, after line 8, insert the following:

## 1 "SEC. 680A, OPERATIONAL RULE.

- 2 "(a) Religious Organizations Included as Non-
- 3 GOVERNMENTAL PROVIDERS.—For any program carried
- 4 out by the Federal Government, or by a State or local
- 5 government under this subtitle, the government shall con-
- 6 sider, on the same basis as other nongovernmental organi-
- 7 zations, religious organizations to provide the assistance
- 8 under the program, so long as the program is implemented
- 9 in a manner consistent with the Establishment Clause of
- 10 the first amendment to the Constitution. Neither the Fed-
- 11 eral Government nor a State or local government receiving
- 12 funds under this subtitle shall discriminate against an or-
- 13 ganization that provides assistance under, or applies to
- 14 provide assistance under, this subtitle, on the basis that
- 15 the organization has a religious character.

1	"(b) Religious Character and Independ-
2	ENCE.—
3	"(1) In general.—A religious organization
4	that provides assistance under a program described
5	in subsection (a) shall retain its religious character
6	and control over the definition, development, prac-
7	tice, and expression of its religious beliefs.
8.	"(2) Additional safeguards.—Neither the
9	Federal Government nor a State or local government
10	shall require a religious organization—
11	"(A) to alter its form of internal govern-
12	ance, except (for purposes of administration of
13	the community services block grant program) as
14	provided in section 680(c); or
15	"(B) to remove religious art, icons, scrip-
16	ture, or other symbols; in order to be eligible to
17	provide assistance under a program described in
18	subsection (a).
19	"(3) Employment practices.—A religious or-
20	ganization's exemption provided under section 702
21	of the Civil Rights Act of 1964 (42 U.S.C. 2000e-
22	1) regarding employment practices shall not be af-
23	fected by its participation in, or receipt of funds
24	from, programs described in subsection (a).

1	"(e) Nondiscrimination Against Bene-
2	FICIARIES.—A religious organization that provides assist-
3	ance under a program described in subsection (a) shall
4	not, in providing such assistance, discriminate against a
5	program beneficiary or prospective program beneficiary on
6	the basis of religion or religious belief."
7	"(d) Limitations on Use of Funds for Certain
8	PURPOSES.—No funds provided directly to a religious or-
9	ganization to provide assistance under any program de-
10	scribed in subsection (a) shall be expended for sectarian
11	worship, instruction, or proselytization.
12	"(e) FISCAL ACCOUNTABILITY.—
13	"(1) In general.—Except as provided in para-
14	graph (2), any religious organization providing as-
15	sistance under any program described in subsection
16	(a) shall be subject to the same regulations as other
17	nongovernmental organizations to account in accord
18	with generally accepted accounting principles for the
19	use of such funds provided under such program.
20	"(2) LIMITED AUDIT.—Such organization shal
21	segregate government funds provided under such
22	program into a separate account. Only the govern
23	ment funds shall be subject to audit by the govern
24	ment.

as the government.".

"(f) TREATMENT OF ELIGIBLE ENTITIES AND
OTHER INTERMEDIATE ORGANIZATIONS.—If an eligible
entity or other organization (referred to in this subsection
as an 'intermediate organization'), acting under a contract, or grant or other agreement, with the Federal Government or a State or local government, is given the authority under the contract or agreement to select nongovernmental organizations to provide assistance under
the programs described in subsection (a), the intermediate
organization shall have the same duties under this section

